

CITY OF HOUSTON

PENSION FUND PAYMENTS AND UNFUNDED LIABILITY SUMMARY

6/30/2005

PAYMENTS

	FY04 Actual (\$1,000)	FY 05			
		City Payment Rate	Employee Payment Rate	Annual Payment (\$1,000)	Year to Date (\$1,000)
Firefighters Plan	28,325	18.0%	9.0%	32,176	32,455
Police Plan					
General Fd. & Other Fds.	36,645	Note 1	9.0%	13,780	13,780
Pension Bonds		Note 1		22,865	22,865
	<u>36,645</u>			<u>36,645</u>	<u>36,645</u>
Municipal Plan					
General Fund	31,915	Note 2	5.0%	10,550	10,550
Other Funds	26,148	Note 2	5.0%	22,450	22,450
Pension Bonds				33,000	33,000
Total Municipal Plan (Note 2)	<u>58,063</u>			<u>66,000</u>	<u>66,000</u>
Total All Three Plans	<u>123,033</u>			<u>134,821</u>	<u>135,100</u>

UNFUNDED ACCRUED LIABILITY AND FUNDED STATUS

	Date of Most Recent Valuation or Estimate	Unfunded Accrued Liability (\$ millions)	Assets as % of Liabilities
Firefighters Plan	7/1/2002(adopted)	47.0	97%
(Note 3)	7/1/2004(draft)	271.7	88%
Police Plan (Note 4)	7/1/2004	534.8	82%
Municipal Plan (Note 5)	7/1/2004	1,133.0	57%

Note 1: City contribution based on Meet and Confer Agreement with Houston Police Officers Pension System; interim pension note closed and funds delivered to HPOPS on 12/21/2004

Note 2: City contribution based on Meet and Confer Agreement with Houston Municipal Employees Pension System

Note 3: Assumption changes proposed by Firefighters actuary

Note 4: Towers Perrin estimate dated 9/15/2004

Note 5: Estimate based on experience study prepared by Gabriel, Roeder, Smith & Company, dated 4/20/05